BALL JANIK LLP

A T T O R N E Y S

RECORDATION NO. 2113 FILED

DEC 31 '97

9-12AM

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Louis E. Gitomer Of Counsel (202) 466-6532

December 31, 1997

E 31 9 12 M

Honorable Vernon A. Williams Secretary Surface Transportation Board Washington, DC 20423

Dear Secretary Williams:

I have enclosed three originals of the document described below, to be recorded pursuant to $49~U.S.C.~\S~11301$.

The document is a Memorandum of Lease Agreement, a primary document, dated as of December 31, 1997. We request that this document be given the next available Recordation Number.

The names and addresses of the parties to the Memorandum of Lease Agreement are:

Lessor:

MetLife Capital corporation 10900 N.E. 4th Street Bellevue, WA 98004

Lessee:

Buffalo & Pittsburgh Railroad, Inc. 71 Lewis Street Greenwich, CT 06830

A description of the equipment covered by the Memorandum of Lease Agreement consists of the equipment described in the Attachment.

fnbmbu&p.15

BALL JANIK LLP

Honorable Vernon A. Williams December 31, 1997 Page 2

A fee of \$24.00 is enclosed. Please return two originals to:

Louis E. Gitomer Of Counsel Ball Janik LLP Suite 225 1455 F Street, N.W. Washington, DC 20005

A short summary of the document to appear in the index follows: Memorandum of Lease Agreement between MetLife Capital Corporation, 10900 N.E. 4th Street, Bellevue, WA 98004, and Buffalo & Pittsburgh Railroad, Inc., 71 Lewis Street, Greenwich, CT 06830, covering the equipment described in the Attachment.

Very Trully Yours,

Louis E. Gitomer

Enclosures

ATTACHMENT

SCHEDULE OF RAILCARS Sch. No. 3 Series A

Lessee: BUFFALO & PILISBURGH	RAILROAD, INC.	
Approved by:(Lessee initial)		
Attached to Railcar Bill of Sale dated and or Schedule No. 3	, 19	97
DESCRIPTION	REPORTING MARK	TOTAL COST

Sixteen (16) 1964 manufactured box cars, each being 50 foot -70 ton Plate C box cars as more fully described on the attachment hereto. CP80000-80005 CP80007-80009 CP80013-80019

II. DESCRIPTION OF NEWSPRINT CARS

A. Group A -- '

The thirty-two Group A cars are described as follows:			
AAR Mechanical Designation	. XP		
AAR Car Type Code	A405		
AAR Equipment Diagram	Plate C		
Date Built	1964		
Car Numbers	CP 80000 - CP 80041 nat inclusive		
Neminal Capacity (Tons)	70		
Cubic Feet Capacity	. 5090		
Extreme Height	15′ 6″		
Extreme Width	10' 7"		
Length Inside	50' 6"		
Length, Outside	57' 10"		
Air Brake System	AB/AB		
Couplers	Type ==		
Cushion Units	One, center of car		
Trucks	Barber \$2. 6" x 11" roller bearings D4 inner and outer springs Number 18 brake beams		
Wheels	33" curved or straight biate design		
Doors	Two plug doors, 910 x 1014		

The Cars are described in *The Official Railway Equipment Register*, Vol. 113. Number 2, issued October-1997 and effective October 1, 1997, on page number RR-112, line numbers 109-114

SCHEDULE OF RAILCARS

Sch. No. 3 Series B

Lessee:	BUFFALO & PITTSBURGH RA	ILROAD, INC.		
Approve	d by: (Lessee initial)			
Attached	to Railcar Bill of Sale dated		_, 1997	

DESCRIPTION

Two hundred eighty-eight (288) 1965 manufactured box cars, each being 50 foot - 70 ton Plate C box cars as more fully described on the attachment hereto.

REPORTING MARK

CP80042-80045 CP80047+80050

CP80053-80065 CP80067-80070 CP80072-80074 CP80076-80082

CP80084,80086 + 80088

CP80095-80098 CP80100-80106 CP80108-80110 CP80112-80114 CP80116+80117 CP80119-80121

CP80091-80093

CP80123,80124,80126,80127

CP80129-80134
CP80136+80137
CP80139-80141
CP80144+80145
CP80148-80156
CP80159-80163
CP80165-80172
CP80174-80179
80181
CP80183-80185
CP80187-80190
CP80192-80194
CP80196-80198
CP80200-80205

CP80207-80211

TOTAL COST

SCHEDULE OF RAILCARS

Sch. No. 3 Series B

Lessee: BUFFALO & PITTSBURGH RAILROAD, INC.	
Approved by:(Lessee initial)	
Attached to Railcar Bill of Sale datedand or	, 1997

and or Schedule No. 3		
DESCRIPTION	REPORTING MARK	TOTAL COST
	CP80213-80220	
	CP80222-80224	
	CP80226-80229	
	CP80231-80239	
	CP80241-80242	
	CP80245-80250	
	CP80252+80253	
	CP80255+80257	
	CP80258-80268	
	CP80270-80273	1
	80275	•
	CP80277-80282	
	80285	
	CP80289-80292	
	80294	
	CP80297-80301	
	CP80305,80311,80315	
	CP80316-80318	
	80320	
	CP80325+80326	
	CP80329-80336	
	CP80339+80340	
	CP80342-80346	
	CP80348-80355	
	CP80359-80362	
	CP80364,80365,80367	
	CP80370-80372	
	CP80374-80379	
	CP80381+80382	
	CP80385-80391	
	CP80394,80395,80397	
	CP80399-80401	

CP80403-80409 CP80411-80416 CP80418-80420

CP80422,80425,80427,80428; CP80431-80435

8. Group B --

The five nundred seventy-eight (578) Group B	Cars are described as follows
AAR Mechanical Designation	×P
AAR Car Type Code	A405
AAR Equipment Diagram	Plate C
Date Built	1965
Car Numbers	CP 80042 - CP 80889 not inclusive
Nominal Capacity (Tons)	∆ 7C
Cubic Feet Capacity	5090
Extreme, Height	15' 5'
Extreme Width	10' 7"
Length. Inside	50' 5"
Length, Outside	57 10"
Air Brake System	AB/AB
Couplers	Type E
Cushion Units	One, center of car
Trucks	Barber S2, 6" x 11" roller bearings, 04 inner and outer springs. Number 18 brake beams
Wheels	33" curved or straight plate design
Doors	Two plug doors (91.0" x 101.4"

The Cars are described in *The Official Railway Equipment Register*, Vol. 113 Number 2, issued October-1997 and effective October 1, 1997, on page numbers RR-112 - RR-113, line numbers 114 - 184

SCHEDULE OF RAILCARS Sch. No. 3 Series C & D

Lessee: BUFFALO & PITTSBURGH	RAILROAD, INC.		
Approved by:(Lessee initial)			
Attached to Railcar Bill of Sale dated and or		1997	
Schedule No. 3	•		
DESCRIPTION	REPORTING MARK		TOTAL COST
Series C One hundred ten (110) 1969 manufactured box cars, each being 50 foot - 70 ton Plate C box cars as more fully described on the attachment hereto.	CP85024-85028 CP85030-85034 CP85036,85038,85039 CP85041+85042 CP85044+85045 CP85047-85052 CP85056+85058 CP85060-85065 CP85067+85068 CP85070-85072 CP85074-85078 CP85080-85089 CP85091-85102 CP85104-85105 CP85107-85112 CP85114-85119 CP85121+85123 CP85125-85128 CP85130+85131		
Series D Forty (40) 1979 manufactured box cars, each being 50 foot - 70 ton Plate C box cars as more fully described on the attachment hereto.	CP85133-85137 QC75000-75002 QC75006+75013 QC75016-75020 QC75026+75027 QC75030-75032 QC75034,75036,75045, 75046,75048,75051 QC75054-75056 QC75059,75061,75063, 75070,75073,75074 QC75076-75078,75081 QC75083-75086		

QC75088+QC75091

C. Group C --

The two nundred twenty (220) Group C Cars are described as follows:		
AAR Mechanical Designation	XP:	
AAR Car Type Code	A405	
AAR Equipment Diagram.	Plate C	
Date Buitt	1969	
Car Numbers	CP 85002 - CP 85289, not inclusive	
Nominal Capacity (Tons)	. 70	
Cubic Feet Capacity	5140	
Extreme Height	15' 5"	
Extreme Width.	1017"	
Length, Inside	50' 7"	
Length, Outside	57 8"	
Air Brake System	ABD/ABD	
Couplers	Гуре Е	
Cushion Unit	. One, center of car	
Trucks	Barber S2, 6" x 11" roller bearings D4 inner and outer springs. Number 18 brake beams	
Wheels	33" curved or straight plate design	
Doors	Two plug doors (91 01 x 10 41)	

The Cars are described in *The Official Railway Equipment Register*. Vol. 113. Number 2, issued October-1997 and effective October 1, 1997, on page number RR-113. line number 194.

D Group D --

The eighty one (81) Group D Cars are described as follows.

Association of American Railroads (AAR") Mechanical Designation	ΧP
AAR Car Type Code	A405
AAR Equipment Diagram.	Plate C
Date Built	. 1979
Car Numbers	QC 75000 - QC 75229, not inclusive
Nominal Capacity (Tons)	.70
Cubic Feet Capacity	5204
Extreme Height	.1516 ⁻
Extreme Width	10" 8"
Length Inside	50 6"
Length, Outside	58' 3"
Air Brake System	ABD/ABDW
Couplers	Type E
Cushion Units	One, center of car
Trucks	Barber S2 5" x 11" roller bearings D5 inner and outer springs Number 18 brake beams
Wheels	33" curved or straight plate design
Doors	Two plug doors, 9' 0" x 10' 4"

The Cars are described in *The Official Railway Equipment Register*, Vol. 113, Number 2, issued October-1997 and effective October 1, 1997, on page number RR-124, line number 745.

DEC 31'97 9-12AM

MEMORANDUM OF LEASE AGREEMENT

dated as of December 31, 1997

between

BUFFALO & PITTSBURGH RAILROAD, INC. as Lessee

and

METLIFE CAPITAL CORPORATION as Lessor

FILED WITH THE SURFACE TRANSPORTATION BOARD **PURSUANT TO 49 U.S.C. § 11301** on December ___, 1997 at __:___.m.

MEMORANDUM OF LEASE AGREEMENT

THIS MEMORANDUM OF LEASE AGREEMENT is made and entered into as of December 31, 1997, by and between METLIFE CAPITAL CORPORATION ("Lessor") and BUFFALO & PITTSBURGH RAILROAD, INC. ("Lessee"), with reference to the following:

- 1. Lessor has agreed to purchase and lease to Lessee, and Lessee has agreed to lease from Lessor, those certain railcars described on Exhibit No. 1 attached hereto.
 - All of such railcars are more fully described in that certain Schedule No. 3 dated as of December 31, 1997 (the "Schedule") between Lessor and Lessee, incorporating by reference the terms and conditions of that certain Railcar Lease Agreement dated as of December 29, 1997 (the "Railcar Lease Agreement"), between The First National Bank of Maryland and Lessee. The Schedule, incorporating by reference the Railcar Lease Agreement, together with all of the riders, schedules and other attachments thereto, is herein collectively referred to as the "Lease".
- 2. The Lease shall be effective as of the date hereof and shall be subject to the term specified in the Lease, and any extension of such term to the extent provided for in the Lease.

This Memorandum of Lease Agreement may be executed in any number of counterparts, each executed counterpart constituting an original but all together only one Memorandum of Lease Agreement.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the parties hereto have executed or caused this Memorandum of Lease Agreement to be executed as of the date first above written.

METLIFE CAPITAL CORPORATION

IN WITNESS WHEREOF, the parties hereto have executed or caused this Memorandum of Lease Agreement to be executed as of the date first above written.

METLIFE CAPITAL CORPORATION

me:
le:
FFALO & PITTSBURGH RAILROAD, INC.
Misili miles for
MININI WINGSUNG
me: Mark a Hashins

STATE OF Washington)
STATE OF Washington) SITY OF Bellevue)
On this <u>29</u> day of December, 1997, before me appeared <u>Manuel Montanez</u> the person who signed this instrument, who acknowledged that (s)he is the <u>Vice President</u> of METLIFE CAPITAL CORPORATION and that, being duly authorized, (s)he signed such instrument as a free act on behalf of said corporation.
AUDENS, Mentaleuslaf Notary Public
106-22-01
STATE OF
On this day of December, 1997, before me appeared the person who signed this instrument, who acknowledged that (s)he is the of BUFFALO & PITTSBURGH RAILROAD, INC. and that, being duly authorized, (s)he signed such instrument as a free act on behalf of said corporation.
[Seal]
Notary Public
My commission expires:

STATE OF MARYLAND)
CITY OF BALTIMORE) ss.)
the person who signed this instrume	er, 1997, before me appeared, nt, who acknowledged that (s)he is the C OF MARYLAND and that, being duly authorized. (s)he on behalf of said corporation.
[Seal]	
	Notary Public
My commission expires:	
STATE OF Connecticut)
COUNTY OF Fairfield) ss. _)
the person who signed this instrume	er, 1997, before me appeared Mark Hastings
[Seal]	Noter Public
	HOME TO BOTTC
My commission expires:	
MY COMMISSION EXPIRES FEBRUARY 22, 1998	

EXHIBIT NO. 1 TO MEMORANDUM OF LEASE AGREEMENT

DESCRIPTION OF RAILCARS AND REPORTING MARKS

SCHEDULE OF RAILCARS Sch. No. 3 Series A

Lessee:	BUFFALO & PITTSBURGH	RAILROAD, INC.	
Approve	d by:(Lessee initial)		
Attached and or Schedule	I to Railcar Bill of Sale dated	d DECEMBER	<u>3]</u> , 1997

DESCRIPTION

REPORTING MARK

TOTAL COST

Sixteen (16) 1964 manufactured box cars, each being 50 foot - 70 ton Plate C box cars as more fully described on the attachment hereto.

CP80000-80005 CP80007-80009 CP80013-80019

IL DESCRIPTION OF NEWSPRINT CARS

A. Group A -- '

The thirty-two Group A cars are described as	fallows:
AAR Mechanical Designation	XP
AAR Car Type Code	A405
AAR Equipment Diagram	Plate C
Date Suilt	1964
Car Numbers	CP 80000 - CP 80041 - not inclusive
Nominal Capacity (Tons)	70
Cubic Feet Capacity	5090
Extreme Height	15' 6"
Extreme Width	10' 7"
Length Inside	50' 5"
Length. Outside	. 57° 10°
Air Brake System	. AB/AB
Coupiers	Туре Ё
Cushion Units	One, center of car
Trucks	Barber S2. 67 x 11" roller bearings D4 inner and outer springs Number 18 brake beams
Wheels	33" curved or straight biate design
Decrs	Two pluc doors, 9' 0' x 10' 4

The Cars are described in *The Official Railway Equipment Register*, Vol. 113. Number 2, issued October-1997 and effective October 1, 1997, on page number RR-112, line numbers 109-114

SCHEDULE OF RAILCARS

Sch. No. 3 Series B

Lessee:	BUFFALO & PITTSBURGH F	RAILROAD, INC) .	
Approve	d by:			
	(Lessee initial)			
Attached and or	to Railcar Bill of Sale dated	DECEMBER	31	_, 1997
Schedule	e No. 3			

DESCRIPTION

Two hundred eighty-eight (288) 1965 manufactured box cars, each being 50 foot - 70 ton Plate C box cars as more fully described on the attachment hereto.

REPORTING MARK

CP80042-80045 CP80047+80050

CP80053-80065 CP80067-80070 CP80072-80074 CP80076-80082

CP80084,80086 + 80088

CP80091-80093 CP80095-80098 CP80100-80106 CP80108-80110 CP80112-80114 CP80116+80117 CP80119-80121

CP80123,80124,80126,80127

CP80129-80134
CP80136+80137
CP80139-80141
CP80144+80145
CP80148-80156
CP80159-80163
CP80165-80172
CP80174-80179
80181
CP80183-80185
CP80187-80190
CP80192-80194
CP80196-80198
CP80200-80205

CP80207-80211

TOTAL COST

SCHEDULE OF RAILCARS

Sch. No. 3 Series В

Lessee: BUFFALO & PITTSBURGH RAILROAD, INC.

Approved by: (Lessee initial)

Attached to Railcar Bill of Sale dated DECEMBER 3) , 1997

and or

Schedule No. 3

DESCRIPTION

REPORTING MARK

TOTAL COST

CP80213-80220

CP80222-80224

CP80226-80229

CP80231-80239

CP80241-80242

CP80245-80250

CP80252+80253

CP80255+80257

CP80258-80268

CP80270-80273

80275

CP80277-80282

80285

CP80289-80292

80294

CP80297-80301

CP80305,80311,80315

CP80316-80318

80320

CP80325+80326

CP80329-80336

CP80339+80340

CP80342-80346

CP80348-80355

CP80359-80362

CP80364,80365,80367

CP80370-80372

CP80374-80379

CP80381+80382

CP80385-80391

CP80394,80395,80397

CP80399-80401

CP80403-80409

CP80411-80416

CP80418-80420

CP80422,80425,80427,80428; CP80431-80435

B. Grove B --

The five nundred seventy-eight (578) Group B	Cars are described as follows
AAR Mechanical Designation	×P
AAR Car Type Code	A405
AAR Equipment Diagram	Plate C
Date Built	1965
Car Numbers	CP 80042 - CP 80889 not inclusive
Nominal Capacity (Tons)	70
Cubic Feet Capacity	5090
Extreme Height	15' 5'
Extreme Width	10' 7"
Length, Inside	.50161
Length, Outside	57' 10"
Air Brake System	AB/AB
Couplers	Type E
Cushion Units	One, center of car
Trucks	Barber S2, 6" x 11" roller bearings, 04 inner and outer springs Number 18 brake beams
Wheels	33" curved or straight plate design
Doors	Two plug doors 91 0" x 1014

The Cars are described in *The Official Railway Equipment Register*, Vol. 113. Number 2, issued October-1997 and effective October 1, 1997, on page numbers RR-112 - RR-113, line numbers 114 - 184.

SCHEDULE OF RAILCARS

Sch. No. 3 Series C & D

Lessee: BUFFALO & PITTSBURGH RAILROAD, INC.		
Approved by:		
(Lessee initial)		
Attached to Railcar Bill of Sale dated and or	DECEMBER 31 , 1997	
Schedule No. 3		
Schedule No. 3		
DESCRIPTION	REPORTING MARK	TOTAL COST
Series C		
One hundred ten (110) 1969	CP85002-85016	
manufactured box cars, each being 50	CP85019+85022	
foot - 70 ton Plate C box cars as more	CP85024-85028	
fully described on the attachment	CP85030-85034	
hereto.	CP85036,85038,85039	
	CP85041+85042	
	CP85044+85045	
	CP85047-85052	
	CP85056+85058	
	CP85060-85065	j
	CP85067+85068	•
	CP85070-85072	
	CP85074-85078	
	CP85080-85089	•
	CP85091-85102	
	CP85104-85105	
	CP85107-85112	
	CP85114-85119	
	CP85121+85123	
	CP85125-85128	
	CP85130+85131	
•	CP85133-85137	
Series D		
Forty (40) 1979	QC75000-75002	
manufactured box cars, each being 50	QC75006+75013	
foot - 70 ton Plate C box cars as more	QC75016-75020	
fully described on the attachment	QC75026+75027	
hereto.	QC75030-75032	
	QC75034,75036,75045,	
	75046,75048,75051	
	QC75054-75056	
	QC75059,75061,75063,	
	75070,75073,75074	
	QC75076-75078,75081	
	QC75083-75086	

QC75088+QC75091

C. Group C --

<u> </u>	
AAR Car Type Code	A405
AAR Equipment Diagram.	Plate C
Date Built	1969
Car Numbers	CP 85002 - CP 85269, not inclusive
Nominal Capacity (Tons)	.70
Cubic Feet Capacity	.5140
Extreme Height	.15' 5"
Extreme Width.	10' 7"

The two hundred twenty (220) Group C Cars are described as follows:

AAR Mechanical Designation XP

Length, Outside 57' 8"

Air Brake System ABD/ABD

Length, Inside...... 50' 7"

Cushion Unit One, center of car

Trucks Barber S2.

6" x 11" roller bearings D4 inner and outer springs. Number 18 brake beams

The Cars are described in *The Official Railway Equipment Register*. Vol. 113. Number 2, issued October-1997 and effective October 1, 1997, on page number RR-113, line number 194.

D Group D --

The eighty one (81) G	Broup D Cars are	described as	tollows.
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Association of American Railroads (A Mechanical Designation	AR")XP
AAR Car Type Code	A405
AAR Equipment Diagram.	Plate C
Date Built	1979
Car Numbers	QC 75000 - QC 75229, not inclusive
Nominal Capacity (Tons)	
Cubic Feet Capacity	5204
Extreme Height	:5 5 ⁻
Extreme Width	
Length Inside	50° 6″
Length, Outside	58' 3"
Air Brake System	ABD/ABDW
Couplers	Туре Е
Cushion Units	
Trucks	Barber S2 6" x 11" roller bearings, D5 inner and outer springs Number 18 brake beams
Wheels	33" curved or straight plate design
Doors	Two plug doors, 9' 0" x 10' 4"

The Cars are described in *The Official Railway Equipment Register*, Vol. 113, Number 2, issued October-1997 and effective October 1, 1997, on page number RR-124, line number 745.